

CLAIMS

We claim:

1 1. A method for improving the completion rate of a court ordered payment plans comprising
2 the steps of:

3 establishing a plan to be overseen by a court or other judicial or quasi-judicial body, where
4 the plan includes:

5 a clearly identifiable payor and at least one clearly identifiable payee;

6 a debt amount to be covered by the plan;

7 a term in month for paying the debt amount; and

8 a schedule of debt payments designed to repay the debt amount during the term;

9 coupling an insurance product with the plan, where the product includes:

10 a life insurance component, which provides funds in case of a payor's death during
11 the term of the plan to repay an outstanding debt amount;

12 a disability component, which provided funds in case of a payor's disability during
13 the term of the plan to repay an outstanding debt amount;

14 an unemployment component, which provided funds in case of a payor's
15 unemployment during the term of the plan to repay an outstanding debt amount; and
16 a premium.

1 2. The method of claim 1, further comprising the step of:
2 terminating the insurance product, when the plan is complete.

1 3. The method of claim 1, wherein the unemployment component activates only if the payor
2 becomes unemployed through no fault of the payor during the term of the plan.

1 4. The method of claim 1, wherein the product further includes a creditor bundling provision,
2 where benefits under the insurance components are paid directly to a person or agency overseeing
3 the plan to ensure that proceeds of each component are disbursed to all qualified creditors of the
4 payor.

1 5. The method of claim 1, wherein the premium comprise a single product payment or a

plurality of product payments having the same or different product payment amount during the term of the plan.

6. The method of claim 5, wherein the product payments comprise equal monthly payments.,

7. The method of claim 5, wherein the product payments start at an initial amount and decrease at a rate proportional to the outstanding debt amount.

8. The method of claim 5, wherein the product payments start at an initial amount and increase at a rate proportional to the outstanding debt amount.

9. A method for improving the completion rate of Chapter 13 Bankruptcy Reorganization Plan comprising the steps of:

establishing a Chapter 13 Bankruptcy Reorganization Plan including:

a clearly identifiable debtor and at least one clearly identifiable creditor;

a debt amount to be covered by the plan;

a term in months for repaying the debt amount; and

a schedule of debt payments designed to repay the debt amount during the term;

issuing an insurance product with the plan, where the product includes:

a life insurance component, which provides funds in case of a debtor's death during the term of the plan to repay an outstanding debt amount;

a disability component, which provided funds in case of a debtor's disability during the term of the plan to repay an outstanding debt amount;

an unemployment component, which provided funds in case of a debtor's unemployment during the term of the plan to repay an outstanding debt amount; and

a premium; and

terminating the insurance product, when the plan is complete.

10. The method of claim 9, wherein the unemployment component activates only if the debtor becomes unemployed through no fault of the debtor during the term of the plan.

11. The method of claim 9, wherein the product further includes a creditor bundling provision,

where benefits under the insurance components are paid directly to a person overseeing the plan to ensure that proceeds of each component are disbursed to all qualified creditors of the debtor.

12. The method of claim 9, wherein the premium comprise a single product payment or a plurality of product payments having the same or different product payment amount during the term of the plan.

13. The method of claim 12, wherein the product payments comprise equal monthly payments.,

14. The method of claim 12, wherein the product payments start at an initial amount and decrease at a rate proportional to the outstanding debt amount.

15. The method of claim 12, wherein the product payments start at an initial amount and increase at a rate proportional to the outstanding debt amount.

16. A method for completing a Chapter 13 Reorganization Plan comprising the steps of:
establishing a Chapter 13 Reorganization Plan including:

a clearly identifiable debtor and at least one clearly identifiable creditor;

a total amount of debt covered by the plan,

a term in months for repaying the debt amount; and

a schedule of debt payments designed to repay the debt amount during the term;

issuing an insurance product including:

a life insurance component;

a disability component;

an unemployment component; and

a premium;

activating the life insurance component of the product, if the debtor dies during the term of the plan;

activating the unemployment component of the product, if the debtor becomes unemployed during the term of the plan, until the debtor becomes re-employed and able to resume plan payments or the plan is completed;

activating the disability component of the product, if the debtor becomes disabled during the

term of the plan until the debtor becomes enabled, re-employed and able to resume plan payments or the plan is completed; and
terminating the product, if and when the plan is completed.

17. The method of claim 16, wherein the unemployment component activates only if the debtor becomes unemployed through no fault of the debtor.

18. The method of claim 16, wherein the product also includes a creditor bundling provision designed to insure that proceeds of the product are used as if the payment was coming directly from the debtor.

19. The method of claim 9, wherein the premium comprise a single product payment or a plurality of product payments having the same or different product payment amount during the term of the plan.

20. The method of claim 12, wherein the product payments comprise equal monthly payments.,

21. The method of claim 12, wherein the product payments start at an initial amount and decrease at a rate proportional to the outstanding debt amount.

22. The method of claim 12, wherein the product payments start at an initial amount and increase at a rate proportional to the outstanding debt amount.

23. An insurance system for improving the completion of Chapter 13 Bankruptcy Reorganization Plan comprising a chapter 13 reorganization plan including a total indebtedness, a term for repayment and a schedule of periodic payments and an insurance product including a life insurance component, a disability component and an unemployment component and a provision for creditor bundling so that funds from the insurance product once activated are distributed according to the Chapter 13 Bankruptcy Reorganization Plan.